Losses to Public Sector Banks

2038. DR. MURLI MANOHAR JOSHI :
SHRI TRILOKINATH CHATURVEDI :

Will the Minister of FINANCE be pleased to state :

(a) what is the cumulative loss of each of the public sector banks upto the end of 1993-94;

(b) what is the loss incurred by each bank in 1991-92, 1992-93 and 1993-94;

(c) the percentage of loss attributable to in each of the above years to irrecoverable loans and whether any action has been taken on any officer for such loss in any of the years and if so, the details thereof;

(d) what is the budgetary support given by Government to each of the banks in 1991-92, 1992-93 and 1993-94; and

(e) what steps have been taken during the last three years to place the public sector banks on sound commercial footings and with what results?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKHAR MURTHY) : (a) and (b) The details of the cumulative losses incurred by public sector banks upto the end of 1993-94 and losses incurred by each bank in 1991-92, 1992-93 and 1993-94 as reported by Reserve Bank of India (RBI) are given in statement I and II respectively. (*See* below)

(c) RBI has intimated that their present data reporting system does not yield information asked by the Hon'ble Member.

(d) Bankwise details of the budgetary support given by the Government to the rationalised banks during the years 1991-92, 1992-93 and 1993-94 are given in Statement III.

(e) Government and RBI have been impressing upon the banks, inter-alia, the need for strengthening their machinery for credit appraisal so as to ensure proper end use of the funds advanced, to create recovery cells in their Head Offices, to reduce non-performing loans and to improve productivity levels. In respect of some of the loss making nationalised banks, outside experts have been appointed to go into their problems and assist their respective managements in formulating packages for their revival and to suggest strategies for turn around of these banks. As a result of these measures majority of the public sector banks are expected to show profits for the year ending 31st March, 1995.

Statement I

Details of Cumulative Losses incurred by Public Sector Banks upto the end of 1993-94

(Rs. in crores)

Name of the Bank (1)	Year 1994 (2)
1. S. B. I.	
2. S. B. B. J.	
3. S.B. OF HYDERABAD	
4. S.B. OF INDORE	
5. S.B. OF MYSORE	
6. S.B. OF PATIALA	
7. S.B. OF SAURASHTRA	
8. S.B. OF TRAVANCORE	
9. ALLAHABAD BANK	473.61
10. ANDHRA BANK	303.34
11. BANK OF BARODA	—
12. BANK OF INDIA	1420.26
13. BANK. OF MAHARASHTRA	493.45
14. CANARA BANK	—
15. C. B. I.	1095.24
16. CORPN. BANK	—
17. DENA BANK	160.30
18. INDIAN BANK	390.65
19. INDIAN OVERSEAS BANK	1103.93
20. NEW BANK OF INDIA	—

(1)	(2)
21. ORIENTAL BANK OF COMMERCE	—
22. PUNJAB NATIONAL BANK	—
23. PUNJAB & SIND BANK	375.94
24. SYNDICATE BANK	969.48
25. UNION BANK OF INDIA	—
26. UNITED BANK OF INDIA	888.74
27. UCO BANK	1108.69
28. VIJAYA BANK	93.78

Merged with Punjab National Bank.

Banks showing profit.

Punjab National Bank has not yet published their balance sheet.

Statement II

Details of Losses incurred by Public Sector Banks for the years 1992, 1993 *and* 1994

(Rs. in crores)

Name of the Bank	1991-92	1992-93	1993-94
1. ALLAHABAD BANK	—	(—105.89)	(—367.72)
2. ANDHRA BANK	—	(—141.08)	(—162.25)
3. BANK OF BARODA	—	—	—
4. BANK OF INDIA	—	(—331.12)	(1089.15)
5. BANK OF MAHARASHTRA	—	(—196.51)	(—296.93)
6. CANARA BANK	—	—	—
7. C. B. I.	—	(—383.31)	(—711.93)
8. CORPORATION BANK	—	—	—
9. DENA BANK	—	(—90.46)	(—69.84)
10. INDIAN BANK	—	—	(—390.64)
11. INDIAN OVERSEAS BANK	—	(—752.74)	(—351.18)
12. ORIENTAL BANK OF COMMERCE	—	—	—
13. PUNJAB NATIONAL BANK	—	—	—
14. PUNJAB & SIND BANK	—	(—195.19)	(—175.99)
15. SYNDICATE BANK	—	(—670.08)	(—299.40)
16. UNION BANK OF INDIA	—	—	—
17. UNITED BANK OF INDIA	—	(—279.36)	(—618.06)
18. UCO BANK	(—20.99)	(—444.19)	(—546.45)
19. VIJAYA BANK	—	(—97.88)	—
20. N. B. I.	(—41.52)	(—75.79)	

Merged with Punjab National Bank

Given extention upto 31-12-1994

Statement III

Bank-wise details of budgetory allocations

(Rs. in Crores)

Sr. No.	Name of the Bank	1993-94	1992-93	1991-92
(1)	(2)	(3)	(4)	(5)
1.	ALLAHABAD BANK	90	65	50
2.	ANDHRA BANK	150	30	40
3.	BANK OF BARODA	400	50	45
4.	BANK OF INDIA	635	—	110

(1)	(2)	(3)	(4)	(5)
5.	BANK OF MAHARASHTRA	150	35	40
6.	CANARA BANK	365	75	—
7.	C. B. I.	490	—	50
8.	CORPORATION BANK	45	30	20
9.	DENA BANK	130	50	—
10.	INDIAN BANK	220	35	50
11.	INDIAN OVERSEAS BANK	705	—	50
12.	ORIENTAL BANK OF COMMERCE	50	30	20
13.	PUNJAB NATIONAL BANK	415	75	—
14.	PUNJAB & SIND BANK	160	85	20
15.	SYNDICATE BANK	680	—	85
16.	UCO BANK	535	—	—
17.	UNION BANK OF INDIA	200	30	50
18.	UNITED BANK OF INDIA	215	—	—
19.	VIJAYA BANK	65	50	25
20.	N. B. I.	—	60	45
	TOTAL :	5700	700	700

Since merged with Punjab National Bank with effect from 4-9-1993.

Havala Operator

2039. SHRI K. R. MALKANI : Will the Minister of FINANCE be pleased to state :

(a) whether it is a fact that a major Havala Operator, caught with foreign currency and gold with foreign markings was inexplicably let of earlier this month, as reported in the 'Statesman' dated the 21st November, 1994;

(b) if so, whether this person was later also found involved in a Rs. 450 crore racket and whether this man has been arrested now; and

(c) what action is contemplated against officers who earlier let him off inspite of his confession?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKHAR MURTHY) : (a) Though the premises of one Shri Madan Lal was searched by officials of the Enforcement Directorate on 8-11-94 no case could be made out for a violation of the provisions of Foreign Exchange Regulation Act, 1973. It was not considered necessary, therefore, to arrest him.

(b) The investigation has not revealed any role of Shri Madan Lal as a havala operator in the case in question. The principal accused in the case has been arrested and he is in custody.

(c) Does not arise.

Trends in Foreign Exchange Reserves

2040. SHRI SURESH PACHOURI : Will the Minister of FINANCE be pleased to state :

(a) trends in country's Foreign Exchange reserve during the last eight months;

(b) whether it has become difficult to manage the flow of foreign exchange reserves; and

(c) how Government propose to manage the foreign exchange reserves?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKHAR MURTHY) : (a) Country's foreign exchange reserves (including Gold and SDRs) during the last eight months are as follows :

Month	Level of Reserves (US $ million)
April, 1994	19097
May, 1994	19572
June, 1994	20510
July, 1994	21674
August, 1994	21721
September, 1994	23012
October, 1994	23993
November, 1994	23580

(b) No, Sir.